A BILL FOR AN ACT

RELATING TO THE INTERIM ASSISTANCE REIMBURSEMENT SPECIAL FUND.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. An eligibility determination for federal 1 supplemental security income can take several months or years if 2 3 an appeal is filed. At one time, the average length of time for an initial supplemental security income determination was three 4 5 to five months. Presently, the average length of time has grown to four to eight months. Consequently, in a majority of cases, 7 the federal interim assistance reimbursement is not received by 8 the department of human services in the same fiscal year in 9 which the state-funded benefits were paid. The department of human services is not allowed to retain 10 11 interim assistance reimbursements received for a prior fiscal year, and instead is required to deposit these reimbursements 12

13 into the general fund. The department of human services returned \$1,056,219 to the general fund in 2013 and \$897,335 to 14 the general fund in 2012. The department of human services 15 would not have needed emergency appropriations in 2012 for the 16 **17** general assistance program if the department had been able to

retain the \$897,335 that had lapsed to the general fund. 18



H.B. NO. H.D. 2 S.D. 1

1	Shortfalls also affect benefit payments. The department of		
2	human services did not ask for emergency appropriations in 2013		
. 3	and chose to keep the general assistance payment at \$298 per		
4	month, with a small increase to \$319 in October of 2013 after a		
5	slight caseload decrease. However, the department of human		
6	services would have been able to increase the general assistance		
7	payment amount earlier and in a higher amount had it been able		
8	to retain the interim assistance reimbursements from prior		
9	fiscal years.		
10	The purpose of this Act is to establish the interim		
11	assistance reimbursement special fund, into which will be		
12	deposited reimbursements received from the United States Social		
13	Security Administration on behalf of recipients who have been		
14	retroactively approved for supplemental security income after		
15	receiving state-funded interim assistance payments. The specia		
16	fund will be used for state-funded financial assistance payments		
17	and for programs that support and assist recipients to qualify		
18	for supplemental security income.		
19	SECTION 2. Chapter 346, Hawaii Revised Statutes, is		
20	amended by adding a new section to be appropriately designated		
21	and to read as follows:		

H.B. NO. 1432 H.D. 2 S.D. 1

1	" <u>§34</u>	6- Interim assistance reimbursement special fund.	
2	(a) Ther	e is established in the state treasury the interim	
3	assistance reimbursement special fund, to be administered by the		
4	department, into which shall be deposited:		
5	(1)	Moneys received from the federal government pursuant	
6		to section 346-57;	
7	(2)	Appropriations made by the legislature to the fund;	
8	(3)	Any interest that accrues upon the balance in the	
9		fund; and	
10	(4)	Any other revenues designated for the fund.	
11,	<u>(b)</u>	Moneys in the interim assistance reimbursement special	
12	fund shal	l be used for:	
13	(1)	State-funded financial assistance payments; and	
14	(2)	Programs that support and assist recipients to qualify	
15		for supplemental security income.	
16	(c)	All unencumbered and unexpended moneys in excess of	
17	\$3,000,00	0 in the interim assistance reimbursement special fund	
18	shall lapse to the credit of the general fund. Upon dissolution		
19	of the special fund, any unencumbered and unexpended moneys		
20	remaining on balance in the fund shall lapse to the credit of		
21	the general fund		

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- 1 (d) Moneys in the interim assistance reimbursement special
- 2 fund may be used for general assistance to households without
- 3 minor dependents; provided that these moneys shall not be
- 4 considered by the director in determining the general assistance
- 5 allowance as set forth in section 346-53(b).
- 6 (e) The department shall submit a report to the
- 7 legislature detailing the amount of, and reason for, any
- 8 expenditure from the interim assistance reimbursement special
- 9 fund within ten business days of the expenditure."
- 10 SECTION 3. There is appropriated out of the general
- 11 revenues of the State of Hawaii the sum of \$ or so
- 12 much thereof as may be necessary for fiscal year 2015-2016 for
- 13 deposit into the interim assistance reimbursement special fund.
- 14 SECTION 4. There is appropriated out of the interim
- 15 assistance reimbursement special fund the sum of \$ or
- 16 so much thereof as may be necessary for fiscal year 2015-2016 to
- 17 carry out the purposes of this Act.
- 18 The sum appropriated shall be expended by the department of
- 19 human services for the purposes of this Act.
- 20 SECTION 5. New statutory material is underscored.
- 21 SECTION 6. This Act shall take effect on July 1, 2050.

Report Title:

Human Services; Interim Assistance Reimbursement Special Fund; Appropriation

Description:

Establishes the interim assistance reimbursement special fund, into which reimbursements received from the U.S. Social Security Administration will be deposited for state-funded financial assistance payments and programs to assist individuals to qualify for supplemental security income. Makes an appropriation. (SD1)

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